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17 August 1955

MEMORANDEM FUE: Mr. Rouston

BUBLIECT:

Construction of CIA Building

1. The basic language of the authorization is, as you know, contained in Title IV (§ 401): "The Director of Central Intelligence is authorized to provide for a headquarters installation for the Central Intelligence Agency . . by the acquisition of land . . and construction of buildings, facilities, appurtenances, itilities, and access roads . . .

2. Title V of the same Act, in section 501, contains a general provision applicable in its terms to Central Intelligence Agency, which considerably expands this authority:

"The Secretary of the Army, Ravy and Air Force are respectively authorized to proceed with the establishment or development of military and navel installations and facilities so authorised by "Itles I, II and III of this Act, and the Director of Central Intelligence is suthorised to proceed with the establishment of a Central Intelligence Headquarters installation as authorized by Title IV of this Act without regard to the provisions of sections . . . 3734, as . . . smended, of the ravised statutes . . . (other sections from which exception is greated portain to title emproval by the Attorney General, advances to contractors, and the necessity for Congressional appropriations prior to construction) . . The authority to establish or develop such installations and facilities shall include, in respect of those installations and facilities as to which family housing or the acquisition of land is specified in titles I, II, III, and IV of this Act, authority to make surveys and to acquire lands and rights and interests thereto or therein, including the temporary use thereof, by donation, purchase, exchange of Government-owned lands, or otherwise, and to place parameter or temporary improvements thereon whether such lands are hold in for or under lesse' or under other temporary tenure."

3. Section 3734 of the revised statutes is embodied in the U. S. Code, Amounted, as section 267 of Title 40:

"No money shall be expended upon any public building until after sketch plans showing the tentative design and arrangement of such building, together with outline description

and detailed estimates of the cost thereof shall have been made by the Administrator of Ceneral Services (except when otherwise authorized by law) and said sketch plans and estimates shall have been approved by the lead of each executive department who will have officials located in such building; but such approval shall not prevent subsequent changes in the design, exrengement, materials, or methods of construction or cost which may be found accessary or adventageous: PROVIDED, that ac such clarges shall be made involving an expense in excess of the limit of cost fixed or extended by Congress, and all appropriations made for the construction of such building shall be expended within the limit of cost fixed or extended.

4. Clearexception of Central Intelligence Agancy in constructing this bullding from 40 USCA 26), pertaining to the approval of plans by the Administrator of General Services would seem, a fortiori, to except Central Intelligence Agency from those previsions of Title 40, upon which GSA relies in claiming an exclusive authority to undertake construction. This inference is considerally strongibened by the explicit language of the above-cited last contence of section 501 of Pall 161.

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